

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Balance Sheet
As of 6/30/2006**

	As of <u>6-30-06</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 183,495	\$ 140,908
INTERNATIONAL EQUITIES	50,344	40,370
DOMESTIC FIXED INCOME	267,521	198,212
INVESTED CASH (NOTE 1)	<u>24,832</u>	<u>23,191</u>
 TOTAL INVESTMENTS	 526,192	 402,681
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	898	851
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>101,994</u>	<u>80,924</u>
 TOTAL ASSETS	 <u>\$ 629,084</u>	 <u>\$ 484,456</u>
LIABILITIES:		
ACCOUNTS PAYABLE	530	523
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>101,994</u>	<u>80,924</u>
 TOTAL LIABILITIES	 102,524	 81,447
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	403,009	325,508
CASH IN DURING YEAR (NOTE 3)	100,000	50,000
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>23,551</u>	<u>27,501</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>526,560</u>	 <u>403,009</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 629,084</u>	 <u>\$ 484,456</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2006**

	Month Ended <u>6-30-06</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 1,445	\$ 14,368
SECURITIES LENDING INCOME	421	3,331
	<u>1,866</u>	<u>17,699</u>
 GAIN ON SALE OF INVESTMENTS	 6,069	 60,331
LOSS ON SALE OF INVESTMENTS	<u>5,602</u>	<u>39,866</u>
 NET GAINS (LOSSES) INVESTMENTS	 467	 20,465
 INVESTMENT EXPENSES	 334	 1,909
SECURITIES LENDING EXPENSES	<u>401</u>	<u>3,179</u>
 NET INVESTMENT INCOME	 1,598	 33,076
 NET APPREC (DEPREC) MARKET VALUE	 (1,490)	 (9,557)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(1)</u>	<u>32</u>
 TOTAL INVESTMENT INCOME	 <u>107</u>	 <u>23,551</u>
 NET INCREASE (DECREASE)	 <u>\$ 107</u>	 <u>\$ 23,551</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
Notes To Financial Statements
June 30, 2006**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.